

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

**ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY**

**W-20460A**

St. David Springs, LLC  
1600 N. Kolb Rd., Ste. 118  
Tucson, AZ 85715

RECEIVED

APR 11 2011

ACC UTILITIES DIRECTOR

**ANNUAL REPORT**  
**Water**

**FOR YEAR ENDING**

<b>12</b>	<b>31</b>	<b>2010</b>
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FOR COMMISSION USE

<b>ANN 04</b>	<b>10</b>
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4-11-11

## COMPANY INFORMATION

**Company Name (Business Name)** St. David Springs, L.L.C.

**Mailing Address** 1600 N. Kolb Road, Suite 118

(Street)

Tucson

(City)

Arizona

(State)

85715

(Zip)

(520) 886-1226

Telephone No. (Include Area Code)

(520) 886-1294

Fax No. (Include Area Code)

Cell No. (Include Area Code)

**Email Address** ddessy@anthem-equity.com

**Local Office Mailing Address** \_\_\_\_\_

(Street)

(City)

(State)

(Zip)

Local Office Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

**Email Address** \_\_\_\_\_

## MANAGEMENT INFORMATION

☐ **Regulatory Contact:**

☒ **Management Contact:** Diana Dessy Vice President

(Name)

(Title)

1600 N. Kolb Road, Suite 118

(Street)

Tucson

(City)

Arizona

(State)

85715

(Zip)

(520) 886-1226 x 226

Telephone No. (Include Area Code)

(520) 886-1294

Fax No. (Include Area Code)

Cell No. (Include Area Code)

**Email Address** ddessy@anthem-equity.com

**On Site Manager:** Cole Ford

(Name)

581 E. 1st Avenue

(Street)

St. David

(City)

Arizona

(State)

85630

(Zip)

(520) 495-9828

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

**Email Address** \_\_\_\_\_

**Statutory Agent:** Rodger G. Ford

(Name)

1600 N. Kolb Road, Suite 118

(Street)

Tucson

(City)

Arizona

(State)

85715

(Zip)

(520) 886-1226

Telephone No. (Include Area Code)

(520) 886-1294

Fax No. (Include Area Code)

Cell No. (Include Area Code)

**Attorney:** Michael McNulty of Lewis and Roca

(Name)

One S. Church Ave., Suite 700

(Street)

Tucson

(City)

Arizona

(State)

85701

(Zip)

(520) 622-2090

Telephone No. (Include Area Code)

(520) 622-3088

Fax No. (Include Area Code)

Cell No. (Include Area Code)

**Email Address** \_\_\_\_\_

### **OWNERSHIP INFORMATION**

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☐ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☒ Limited Liability Company

☐ Other (Describe) \_\_\_\_\_

### **COUNTIES SERVED**

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☒ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

COMPANY NAME

St. David Springs, L.L.C.

**UTILITY PLANT IN SERVICE**

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements			
307	Wells and Springs			
311	Pumping Equipment	\$ 28,800.00	\$ 1,435.03	\$ 27,364.97
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes			
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations			
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	<b>TOTALS</b>	\$ 28,800.00	\$ 1,435.05	\$ 27,364.97

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

St. David Springs, L.L.C

**CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements			
307	Wells and Springs			
311	Pumping Equipment	\$ 10,637.75	5%	\$ 265.94 (1st Year)
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes			
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations	\$ 262.81	5%	\$ 6.57 (1st Year)
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	<b>TOTALS</b>	\$ 10,900.56		\$ 272.51

This amount goes on the Comparative Statement of Income and Expense \_\_\_\_\_  
 Acct. No. 403.

**BALANCE SHEET**

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>ASSETS</b>		
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$ 89.87	\$ 31.51
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$ 89.87	\$ 31.51
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$	\$
103	Property Held for Future Use	36,997.93	39,700.56
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	( 1,024.99)	( 1,707.54)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	<b>TOTAL FIXED ASSETS</b>	\$ 35,972.94	\$ 37,993.02
	<b>TOTAL ASSETS</b>	\$ 36,062.91	\$ 38,024.53

**NOTE:** The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

**BALANCE SHEET (CONTINUED)**

<b>Acct. No.</b>		<b>BALANCE AT BEGINNING OF YEAR</b>	<b>BALANCE AT END OF YEAR</b>
	<b>LIABILITIES</b>		
	<b>CURRENT LIABILITES</b>		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	11,474.56	14,803.12
	<b>TOTAL CURRENT LIABILITIES</b>	\$ 11,474.56	\$ 14,803.12
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$	\$
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	<b>TOTAL DEFERRED CREDITS</b>	\$	\$
	<b>TOTAL LIABILITIES</b>	\$ 11,474.56	\$ 14,803.12
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings		
218	Proprietary Capital (Sole Props and Partnerships)	( 1,676.48)	( 4,211.65)
	<b>TOTAL CAPITAL</b>	\$ 28,800.00	\$ 28,800.00
	<b>NET INCOME</b>	( 2,535.17)	( 1,094.43)
	<b>TOTAL LIABILITIES AND CAPITAL</b>	\$ 36,062.91	\$ 38,024.53

**St. David Springs, LLC**  
**Balance Sheet**  
As of December 31, 2010

	<u>Dec 31, 10</u>
<b>ASSETS</b>	
Current Assets	
Checking/Savings	
100 · CHECKING	31.51
Total Checking/Savings	<u>31.51</u>
Total Current Assets	31.51
Fixed Assets	
150 · WATER COMPANY EQUIP-ORIGINAL	28,800.00
151 · WATER CO EQUIPMENT	10,900.56
161 · ACCUM DEPR-EQUIPMENT	<u>-1,707.54</u>
Total Fixed Assets	<u>37,993.02</u>
<b>TOTAL ASSETS</b>	<u><u>38,024.53</u></u>
<b>LIABILITIES &amp; EQUITY</b>	
Liabilities	
Current Liabilities	
Other Current Liabilities	
201 · DUE TO ENCLAVE DEVELOPMENT	1,690.35
202 · DUE TO ENCLAVE ST DAVID	<u>13,112.77</u>
Total Other Current Liabilities	<u>14,803.12</u>
Total Current Liabilities	<u>14,803.12</u>
Total Liabilities	14,803.12
Equity	
301 · CONTRIBUTION-ENCLAVE ST DAVID	28,800.00
399 · Retained Earnings	-4,211.65
Net Income	<u>-1,366.94</u>
Total Equity	<u>23,221.41</u>
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<u><u>38,024.53</u></u>



## COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 120.00	\$ 120.00
460	Unmetered Water Revenue		
474	Other Water Revenues		
	<b>TOTAL REVENUES</b>	\$ 120.00	\$ 120.00
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	204.27	247.43
618	Chemicals		
620	Repairs and Maintenance	1,921.14	378.50
621	Office Supplies and Expense	93.92	128.16
630	Outside Services		
635	Water Testing		
641	Rents		
650	Transportation Expenses		
657	Insurance – General Liability		
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense		
403	Depreciation Expense	410.04 ***	682.55
408	Taxes Other Than Income	7.26	
408.11	Property Taxes	18.54	14.30 **
409	Income Tax		
	<b>TOTAL OPERATING EXPENSES</b>	\$ 2,655.17	\$ 1,486.94
	<b>OPERATING INCOME/(LOSS)</b>	\$ ( 2,535.17)	\$ ( 1,366.94)
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	\$	\$
	<b>NET INCOME/(LOSS)</b>	\$ ( 2,535.17 )	\$ ( 1,366.94 )

\*\* Property Taxes on Value of Company

\*\*\*Depreciation from 2009 adjusted by CPA since last report

**St. David Springs, LLC**  
**Income & Expense YTD**  
**January through December 2010**

	<u>Jan - Dec 10</u>
Income	
400 · WATER INCOME	120.00
Total Income	<u>120.00</u>
Expense	
500 · ADMINISTRATIVE EXPENSE	40.00
502 · BANK CHARGES	124.16
506 · ELECTRIC	247.43
508 · WELL R&M	378.50
550 · DEPRECIATION-EQUIPMENT	682.55
599 · TAXES	14.30
Total Expense	<u>1,486.94</u>
Net Income	<u><u>-1,366.94</u></u>

**SUPPLEMENTAL FINANCIAL DATA**  
**Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	12/31/10	12/31/10		
Source of Loan	Enclave St. David - Member	Enclave Development - Land Developer		
ACC Decision No.				
Reason for Loan	Expenses paid by Member	Electric, well R&M, misc., etc		
Dollar Amount Issued	\$ 0.00	\$ 3,328.56	\$	\$
Amount Outstanding	\$ 1,690.35	\$ 13,112.77	\$	\$
Date of Maturity	12/31/11	12/31/11		
Interest Rate	5 %	5 %	%	%
Current Year Interest	\$ 0.00	\$ 0.00	\$	\$
Current Year Principle	\$ 1,690.35	\$ 13,112.77	\$	\$

Meter Deposit Balance at Test Year End	\$ 0
Meter Deposits Refunded During the Test Year	\$ 0

\*\*Loans are between related parties - the Dollar Amount Issued is the amount added to the loan balance during 2010. Amount Outstanding is the balance on the loans as of 12/31/10.

<b>COMPANY NAME</b>	St. David Springs, L.L.C.
<b>Name of System:</b>	<b>ADEQ Public Water System Number:</b>

## **WATER COMPANY PLANT DESCRIPTION**

### **WELLS**

<b>ADWR ID Number*</b>	<b>Pump Horsepower</b>	<b>Pump Yield (gpm)</b>	<b>Casing Depth (Feet)</b>	<b>Casing Diameter (Inches)</b>	<b>Meter Size (inches)</b>	<b>Year Drilled</b>
55-612550	2	25	170	12	1	1958

\* Arizona Department of Water Resources Identification Number

### **OTHER WATER SOURCES**

<b>Name or Description</b>	<b>Capacity (gpm)</b>	<b>Gallons Purchased or Obtained (in thousands)</b>

<b>BOOSTER PUMPS</b>		<b>FIRE HYDRANTS</b>	
<b>Horsepower</b>	<b>Quantity</b>	<b>Quantity Standard</b>	<b>Quantity Other</b>
2 hp	1		

<b>STORAGE TANKS</b>		<b>PRESSURE TANKS</b>	
<b>Capacity</b>	<b>Quantity</b>	<b>Capacity</b>	<b>Quantity</b>
1	3,000 gal.	40 gal.	2

***Note: If you are filing for more than one system, please provide separate sheets for each system.***

<b>COMPANY NAME</b>	St. David Springs, L.L.C.
<b>Name of System:</b>	<b>ADEQ Public Water System Number:</b>

**WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

MAINS		
Size (in inches)	Material	Length (in feet)
2		
3		
4		
5		
6		
8		
10		
12		
1.5	PVC	492
1.5	Poly	2622
1.25	PVC	120

CUSTOMER METERS	
Size (in inches)	Quantity
5/8 X 3/4	4
3/4	
1	1
1 1/2	1
2	
Comp. 3	
Turbo 3	
Comp. 4	
Turbo 4	
Comp. 6	
Turbo 6	

**For the following three items, list the utility owned assets in each category for each system.**

TREATMENT EQUIPMENT:

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STRUCTURES:

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OTHER:

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***Note: If you are filing for more than one system, please provide separate sheets for each system.***



<b>COMPANY NAME:</b>	St. David Springs, L.L.C.
<b>Name of System:</b>	<b>ADEQ Public Water System Number:</b>

**UTILITY SHUTOFFS / DISCONNECTS**

MONTH		Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY				
FEBRUARY				
MARCH				
APRIL				
MAY				
JUNE				
JULY				
AUGUST				
SEPTEMBER				
OCTOBER				
NOVEMBER				
DECEMBER				
<b>TOTALS →</b>				

OTHER (description):

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COMPANY NAME St. David Springs, LLC YEAR ENDING 12/31/2010

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2010 was: \$ 0

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. St. David Springs, LLC does not own the land. Property taxes are paid  
by the land owner, Enclave St. David, LLC.



**VERIFICATION  
AND  
SWORN STATEMENT  
Taxes**

RECEIVED  
APR 11 2011  
ACC UTILITIES DIRECTOR

**VERIFICATION**

STATE OF Arizona  
I, THE UNDERSIGNED  
OF THE

COUNTY OF (COUNTY NAME)	Pima
NAME (OWNER OR OFFICIAL) TITLE	Jennifer Watkins / CFO
COMPANY NAME	St. David Springs, LLC

**DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
12	31	2010

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

Jennifer Watkins  
SIGNATURE OF OWNER OR OFFICIAL  
(520) 886-1226  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

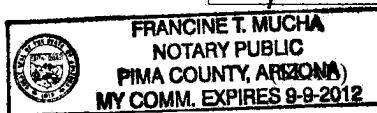
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

7th

DAY OF APRIL

COUNTY NAME	Pima	
MONTH	APRIL	2011



MY COMMISSION EXPIRES

9-9-2012

Francine T Mucha  
SIGNATURE OF NOTARY PUBLIC

**COMPANY NAME** St. David Springs, L.L.C. **YEAR ENDING 12/31/2010**

**INCOME TAXES**

For this reporting period, provide the following:

Federal Taxable Income Reported	<u>\$0</u>
Estimated or Actual Federal Tax Liability	<u>\$0</u>

State Taxable Income Reported	<u>\$0</u>
Estimated or Actual State Tax Liability	<u>\$0</u>

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	<u>\$0</u>
Amount of Gross-Up Tax Collected	<u>\$0</u>
Total Grossed-Up Contributions/Advances	<u>\$0</u>

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

**CERTIFICATION**

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

  
**SIGNATURE**

4/6/11  
**DATE**

Diana Dessy  
**PRINTED NAME**

Vice President  
**TITLE**

**VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only**

**VERIFICATION**

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	Pima
NAME (OWNER OR OFFICIAL) TITLE	Jennifer Watkins / CFO
COMPANY NAME	St. David Springs, LLC

RECEIVED  
APR 12 2011  
ACC UTILITIES DIRECTOR

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
12	31	2010

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2010 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)
\$ <u>120.00</u>

(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ \_\_\_\_\_  
IN SALES TAXES BILLED, OR COLLECTED)

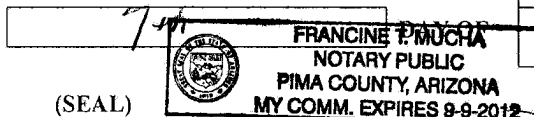
**\*\*REVENUE REPORTED ON THIS PAGE MUST  
INCLUDE SALES TAXES BILLED OR  
COLLECTED. IF FOR ANY OTHER REASON,  
THE REVENUE REPORTED ABOVE DOES NOT  
AGREE WITH TOTAL OPERATING REVENUES  
ELSEWHERE REPORTED, ATTACH THOSE  
STATEMENTS THAT RECONCILE THE  
DIFFERENCE. (EXPLAIN IN DETAIL)**

Jennifer Watkins  
SIGNATURE OF OWNER OR OFFICIAL  
(520) 886-1226  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS



COUNTY NAME	PIMA	
MONTH	APRIL	2011

Francine P. Mucha  
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 9-9-2012

**VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE  
Intrastate Revenues Only**

RECEIVED  
APR 2 2011  
ACC UTILITIES DIRECTOR

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>Pima</u>	
NAME (OWNER OR OFFICIAL) <u>Jennifer Watkins</u>	TITLE <u>CFO</u>
COMPANY NAME <u>St. David Springs, LLC</u>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2010</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2010 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES  \$ <u>0.00</u>
---

THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ \_\_\_\_\_  
IN SALES TAXES BILLED, OR COLLECTED)

\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.

Jennifer Watkins  
SIGNATURE OF OWNER OR OFFICIAL  
(520) 886-1226  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

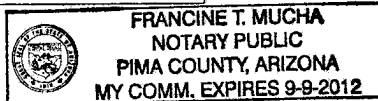
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

7<sup>th</sup>

DAY OF

(SEAL)



MY COMMISSION EXPIRES 9-9-2012

NOTARY PUBLIC NAME <u>FRANCINE T. MUCHA</u>	
COUNTY NAME <u>Pima</u>	
MONTH <u>APRIL</u>	YEAR <u>2011</u>

Francine T. Mucha  
SIGNATURE OF NOTARY PUBLIC